STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES Division of State Parks Honolulu, Hawaii 96813

February 10, 2017

Board of Land and Natural Resources State of Hawaii Honolulu, Hawai'i

Kaua'i

Amendment of General Lease No. SP0130, Corwin Acoba and Joanne Acoba, Lessees, Waimea Canyon State Park, Lot 86, Kokee Camp Site Lots, Waimea (Kona), Kaua'i, Hawai'i, Tax Map Key: (4) 1-4-004:059. The Purpose of the Amendment is to Correct the Termination Date to Read December 31, 2028; and to Correct the Rent Reopening Date to Read the end of December 2018.

Consent to Assign General Lease No. SP-0130, Corwin Acoba, husband of Joanne Acoba, Assignor, to Joanne Acoba, Assignee, Waimea Canyon State Park, Lot 86, Kokee Camp Site Lots, Waimea (Kona), Kaua'i, Hawai'i, Tax Map Key: (4) 1-4-004:059.

APPLICANT:

Corwin Acoba, husband of Joanne Acoba, Assignor, to Joanne Acoba, Assignee. sole proprietor.

LEGAL REFERENCE:

Section 171-36(a)(5), Hawaii Revised Statutes, as amended.

LOCATION:

Lot 86, Kokee Camp Site Lots, Waimea (Kona), Kaua'i, TMK: (4)1-4-004:059, as shown on the attached legal description and survey map labeled Exhibit A.

AREA:

.58 acres, more or less.

TRUST LAND STATUS:

Section 5(b) lands of the Hawaii Admission Act

DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: YES NO X

CHARACTER OF USE:

Recreation - residence.

TERM OF LEASE:

Twenty (20) years, commencing January 1, 2009, and expiring on December 31, 2028. There is one rental reopening scheduled at the end of December 2018.

ANNUAL RENTAL:

\$5,000.

CONSIDERATION:

\$10.00

RECOMMENDED PREMIUM:

\$0.00.

DCCA VERIFICATION:

Not required. Applicant is not required to register with DCCA.

APPLICANT REQUIREMENTS:

Applicant/Assignee shall prepare and submit fully executed assignment of lease and meet other requirements as described herein.

REMARKS:

Richard and Crystal Jones, entered in to a lease under General Lease No. SP0130 effective January 6, 2009 as a result of direct negotiations with the Department of Land and Natural Resources (DLNR) pursuant to Act 223 SLH 2008.

Richard and Crystal Jones held the previous lease covering the property and a revocable permit immediately prior to the new lease being issued. Subsequently, at its meeting of February 11, 2011, under agenda item E-2, the Board approved the assignment of lease from Richard and Crystal Jones to Corwin Acoba and Joanne Acoba.

By way of a letter dated October 10, 2016, from the office of Walton D.Y. Hong, attorney for Corwin Acoba and Joanne Acoba, Mr. Hong had informed State Parks that Corwin Acoba and Joanne Acoba are in the process of a Divorce and that Corwin Acoba wishes to transfer his entire interest in the lease over to his wife, Joanne Acoba.

Lessee is in compliance with the rent as well as the liability insurance required pursuant to the terms of the lease.

Staff inspected the subject property on January 10, 2017 and found it to be in substantially the same order, condition and repair as upon the commencement of the lease.

Staff notes that the term of the lease is for a period of 20 years commencing January 1, 2009. On the first page of the lease, however, the termination date is listed as December 31, 2029 in error. This would indicate a 21 year lease and is inconsistent with Act 223. Upon consultation with the Department of the Attorney General, a simple amendment can be made to the lease correcting the termination date to read December 31, 2028 and that the rental reopening date be corrected to read at the end of December 2018.

Staff recommends this be completed simultaneously with the other documents necessary for the assignment.

Assignee has not had a lease, permit, easement or other disposition of State lands terminated within the last five years due to non-compliance with such terms and conditions.

There are no outstanding rental reopening issues. No comments have been solicited or received from any agency or the community.

Staff has no objections to this request

RECOMMENDATION:

That the Board consent to the Assignment of General Lease No. SP-0130, Corwin Acoba and Joanne Acoba, Assignors, to Joanne Acoba, Assignee, subject to the terms above which are hereby incorporated by reference and further subject to the following:

- a. That the lease be amended to correct the termination date to read December 31, 2028 and the rental reopening date to be at the end of December 2018:
- b. The standard terms and conditions of the most current consent and/or amendment to lease forms, as may be amended from time to time;
- c. Review and approval by the Department of the Attorney General; and,
- d. Such other terms and conditions as may be prescribed by the Chairperson to best serve the interests of the State.

Respectfully submitted,

State Parks Administrator

APPROVED FOR SUBMITTAL:

